

Monthly Financial Report

State Treasurer Sarah Steelman

July 2006

BIG Missouri Program To Generate \$248 Million in Economic Activity; Help Create More Than 3,400 New Jobs and \$11 Million in New Revenue

Missouri General Revenue collections for Fiscal Year (FY) 2006 grew 9.2% over last fiscal year. The 9.2% growth rate was substantially better than the 5.8% net GR growth that came about in FY 2005. More importantly, the net GR total of \$7332.2 million was \$292.3 million greater than the revised Consensus Revenue estimate for FY 2006 that was published in the Governor's Executive budget last January. The strong revenue growth allows the state to complete FY 2006 on solid financial footing.

A couple key reasons for this financial strength were improved job growth and overall economic growth in Missouri. Job growth increased by 1.2 percent over the same 12 months the previous year (as of June 30), and the state unemployment rate fell to 4.9 percent from 5.7 percent, resulting in individual income taxes rising 11.5 percent over FY2005.

Additionally, stock market performance

improved during this period which increased capital gains for Missourians.

I'm proud to help in getting our state back on solid ground with good financial management that puts Missouri and Missourians first. Through our BIG Missouri program alone we've help create over 3,400 jobs, \$240 million in economic activity, and \$11 million in new state revenue this year without raising your taxes one penny. The earnings on these BIG Missouri deposits, and additional revenue created by new jobs, will represent an average annual return of 9.72 percent on this investment.

This year, also saw a record return, literally, in the amount of abandoned property we were able to get back to the citizens to whom this lost property rightfully belongs. This year, we were able to return \$21,815,648 to more than 60,000 citizens. That is a new record for a single fiscal year, and we remain determined to continue to get this money back to the rightful owners.

BIG Missouri Linked Deposit Program: Believe, Invest and Grow

Month Placed	Linked Deposits Placed	Increased Economic Activity in MO	New Jobs Created	Increased MO Personal Income	Net Annual MO Revenue Gain	Total Revenue Econ. Return	Annual Revenue and Interest Earnings
July 05	\$2,711,437	\$ 5,965,161	84	\$2,940,000	\$147,287	9.59%	\$ 260,029
Aug. 05	\$1,308,187	\$ 2,878,011	41	\$1,435,000	\$ 74,064	9.68%	\$ 126,614
Sept. 05	\$3,013,428	\$ 6,629,542	93	\$3,255,000	\$156,854	9.56%	\$ 288,119
Oct. 05	\$2,377,648	\$ 5,230,826	74	\$2,590,000	\$118,173	9.63%	\$ 228,853
Nov. 05	\$2,545,925	\$ 5,601,035	79	\$2,765,000	\$125,599	9.62%	\$ 245,003
Dec. 05	\$7,389,095	\$16,256,009	229	\$8,015,000	\$360,806	9.67%	\$ 714,300
Jan. 06	\$9,706,912	\$21,355,206	301	\$10,535,000	\$472,645	9.70%	\$ 941,392
Feb. 06	\$9,329,082	\$20,523,980	289	\$10,115,000	\$443,757	9.72%	\$ 906,946
Mar. 06	\$29,464,429	\$64,821,744	913	\$31,955,000	\$1,394,757	9.86%	\$ 2,905,693
Apr. 06	\$9,361,146	\$20,594,521	290	\$10,150,000	\$438,371	9.88%	\$ 924,683
May 06	\$19,290,531	\$42,439,168	598	\$20,930,000	\$877,125	9.92%	\$ 1,913,412
June 06	\$16,266,856	\$35,787,083	504	\$17,640,000	\$707,103	9.93%	\$ 1,616,095
TOTAL	\$112,764,676	\$248,082,287	3,495	\$122,325,000	\$5,316,541	9.72%	\$ 11,071,138

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Office of Missouri State Treasurer
Monthly Division Performance Totals



Banking Division

June 2006

State Receipts.....	\$ 1,815,018,643.77
State Disbursements.....	\$ 1,936,344,568.77
ACH Payments Initiated.....	169,710
Checks Issued.....	205,740
Checks Paid.....	231,387

Fiscal Year 2006 Totals
July 1, 2005 - June 30, 2006

State Receipts.....	\$ 20,767,656,535.31
State Disbursements.....	\$ 20,341,927,703.75
ACH Payments Initiated.....	2,490,035
Checks Issued.....	3,309,294
Checks Paid.....	3,260,684

Year-End Cash Balances June 30, 2006

Budget Reserve Fund.....	\$ 492,987,262.19
General Revenue Fund	\$ 697,553,717.53 *

*A \$225 million cash flow loan from Budget Reserve to General Revenue was repaid with interest on May 4.

Division of Unclaimed Property

July 1, 2005 through June 30, 2006

Total Returned to Owners.....	\$21,815,648.00*
Number of Accounts Paid to Owners.....	60,270

***The amount of unclaimed property returned during FY 2006 is a new record for the Division of Unclaimed Property. Last year, the previous record was set when \$20,889,589 was returned to citizens by the Unclaimed Property Division of the Missouri Treasurer's Office.**

The Treasurer's Office is currently working to return millions in unclaimed property to the rightful owners.
A listing of accounts held by the Unclaimed Property Division can be seen at:

HTTP://www.showmemoney.com



Investment Division

June 1, 2006 through June 30, 2006

Securities Portfolio

Interest Earnings \$12,842,027.56
Average Book Value..... \$3,216,450,676.95
Annualized Yield..... 4.858 percent

Linked Deposits

Linked Deposits Approved \$16,266,856.00
Total Annual Revenue Generated \$1,616,095.00
Economic Rate of Return 9.93 percent

Fiscal Year 2006

July 1, 2005 through June 30, 2006

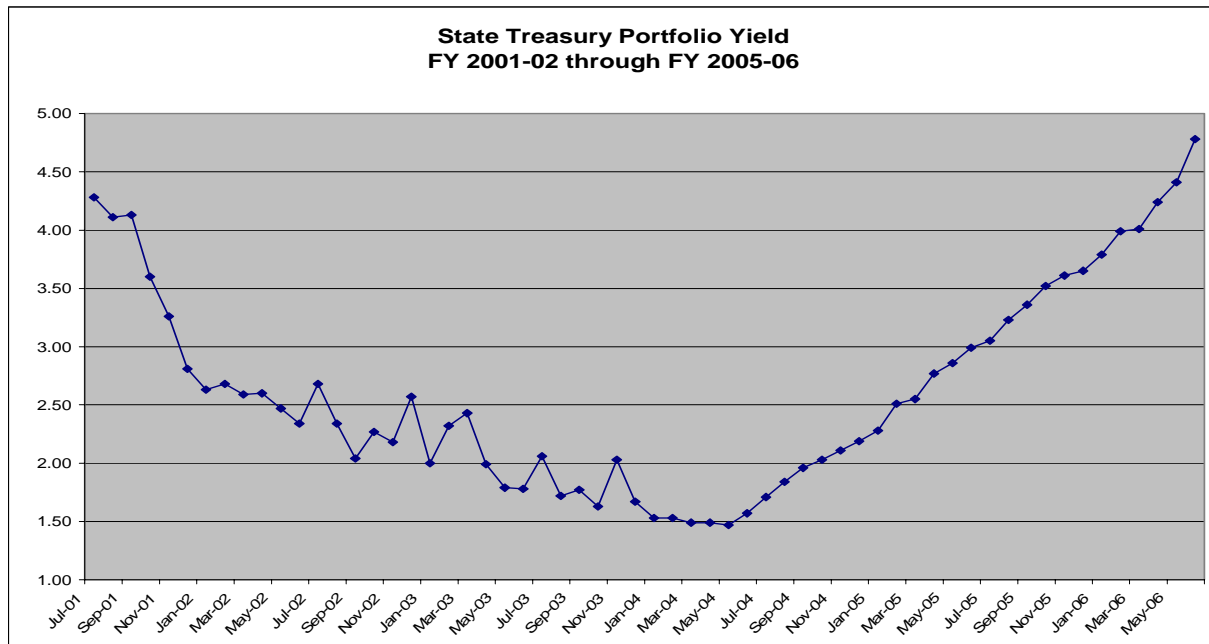
Securities Portfolio

Interest Earnings \$113,944,348.47
Average Book Value..... \$2,947,053,231.36
Annualized Yield..... 3.866 percent

Linked Deposits

Linked Deposits Approved \$112,764,676
Total Annual Revenue Generated \$11,071,138
Economic Rate of Return 9.72 percent

Four-Year Summary of State Securities Portfolio Earnings 2001-2006





Categorical General Revenue Totals

REVENUE	MONTH TO DATE TOTALS			
	June 2006	June 2005	Difference	% Change
SALES AND USE TAX	162,167,125	167,093,706	(4,926,581)	-2.95%
MODOT SALES AND USE TAX*	1,916,720	0	1,916,720	n/a
TOTAL SALES AND USE TAX	164,083,844	167,093,706	(3,009,861)	-1.80%
INCOME TAX INDIVIDUAL	455,325,995	424,413,701	30,912,294	7.28%
CORPORATE INCOME & FRANCHISE TAX	91,684,107	78,360,735	13,323,372	17.00%
COUNTY FOREIGN INSURANCE	56,869,260	36,393,923	20,475,337	56.26%
LIQUOR	2,137,424	2,242,936	(105,512)	-4.70%
BEER	822,895	790,724	32,171	4.07%
INHERITANCE/ESTATE	1,888,838	4,766,208	(2,877,370)	-60.37%
ALL OTHER TAXES	72,530	154,275	(81,746)	-52.99%
INTEREST	5,137,639	2,083,563	3,054,075	146.58%
LICENSES, FEE, PERMITS	6,868,651	7,568,544	(699,893)	-9.25%
SALES, SERV., RENTALS, LEASES	3,636,000	7,362,340	(3,726,340)	-50.61%
REFUNDS	407,668	551,462	(143,794)	-26.08%
INTERAGENCY BILLINGS, INVENT	18,399	23,222	(4,824)	-20.77%
ALL OTHER RECEIPTS	2,864,044	2,732,360	131,685	4.82%
LESS: REFUND EXPENDITURES	58,829,780	63,576,364	(4,746,584)	-7.47%
NET GR COLLECTIONS	731,070,793	670,961,336	60,109,457	8.96%
TOTAL GR RECEIPTS WITH MODOT	791,817,293	734,537,700	57,279,593	7.80%
LESS: REFUND EXPENDITURES	58,829,780	63,576,364	(4,746,584)	-7.47%
NET GR COLLECTIONS WITH MODOT	732,987,513	670,961,336	62,026,177	9.24%

Fiscal Year To Date

SALES AND USE TAX	1,993,130,786	1,957,778,535	35,352,251	1.81%
MODOT SALES AND USE TAX*	25,709,213	0	25,709,213	1.27%
TOTAL SALES AND USE TAX	2,018,839,999	1,957,778,535	61,061,464	3.12%
INCOME TAX INDIVIDUAL	5,352,025,018	4,859,295,316	492,729,702	10.14%
CORPORATE INCOME & FRANCHISE TAX	606,668,448	473,835,919	132,832,529	28.03%
COUNTY FOREIGN INSURANCE	189,664,672	165,513,007	24,151,664	14.59%
OTHER GENERAL REVENUE	319,649,687	326,348,002	(6,698,315)	-2.05%
TOTAL GENERAL REVENUE RECEIPTS	8,461,138,611	7,782,770,779	678,367,832	8.72%
LESS: REFUND EXPENDITURES	1,128,904,333	1,071,305,603	57,598,730	5.38%
NET GENERAL REVENUE COLLECTIONS	7,332,234,279	6,711,465,176	620,769,103	9.25%
TOTAL GR RECEIPTS WITH MODOT	8,486,847,824	7,782,770,779	704,077,045	9.05%
LESS: REFUND EXPENDITURES	1,128,904,333	1,071,305,603	57,598,730	5.38%
NET GR COLLECTIONS WITH MODOT	7,357,943,491	6,711,465,176	646,478,316	9.63%

* FUND 0319

Consensus Revenue Estimates Compared to Actual Revenue Collections

	Forecast GR (January Revised CRE)	Actual GR (as of June 30)	Variance
Gross General Revenue	\$8235.2 million	\$8461.1 million	\$ 225.9 million
General Revenue Refunds	\$1195.3 million	\$1128.9 million	66.4 million
Net General Revenue	\$7039.9 million	\$7332.2 million	\$ 292.3 million